

PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

CLERK'S OFFICE

NOTICE OF FILING

DOCKET NO. 2014-187-E

SOUTH CAROLINA ELECTRIC & GAS COMPANY – ANNUAL REQUEST FOR REVISED RATES

In Order No. 2009-104(A), the Public Service Commission of South Carolina (“Commission”) authorized South Carolina Electric & Gas Company (“SCE&G” or “Company”) to construct and operate two 1,117 net megawatt nuclear facilities (“Units”) to be located at the Virgil C. Summer Nuclear Station site near Jenkinsville, South Carolina. In Order No. 2012-884, the Commission approved, among other things, an updated milestone schedule for the construction of the Units and an updated capital cost schedule. On May 30, 2014, SCE&G filed a request seeking Commission approval of revised rates to recover the cost of capital associated with construction costs for the Units during the period ending June 30, 2014. The request for revised rates (“Request”) was filed pursuant to the provisions of the Base Load Review Act, S.C. Code Ann. §§ 58-33-210 *et seq.* (1976, as amended) and in accordance with the terms of Commission Order No. 2009-104(A), as modified by Order No. 2012-884.

The Base Load Review Act allows SCE&G to recover through revised rates its weighted average cost of capital applied to all or part of the outstanding balance of construction work in progress. S.C. Code Ann. § 58-33-280(B).

SCE&G states that as of June 30, 2014, it will have invested \$595,203,000 in the construction of the Units that is not reflected in current rates. In its Request, SCE&G seeks authorization to revise its current schedules of electric rates and charges to add the incremental revenue requirements related to the above-stated amount of investment. Page seven of the Request states that the resulting increase in retail rates is approximately \$70,038,000. The proposed average increase is 3.09% for the residential class; 3.08% for the small general service class; 3.07% for the medium general service class; and 2.70% for the large general service class. The amount and percentage increases vary by rate schedules within these classes, and individual customer bill increases may also vary depending upon actual usage patterns and amount of consumption.

The South Carolina Office of Regulatory Staff (“ORS”) will conduct a review and audit of the proposed revised rates and the information supporting them to determine their compliance with the terms of the Base Load Review Act. A report indicating the results of ORS’s review and audit must be served on the Commission no later than **July 30, 2014**.

No later than **September 30, 2014**, the Commission will issue a revised rates order granting, modifying, or denying the revised rates as filed by the Company.

A copy of the Company's Request may be obtained from the Commission at the following address: Public Service Commission of South Carolina, Clerk's Office, 101 Executive Center Drive, Columbia, South Carolina 29210. Additionally, the Request is available on the Commission's website at www.psc.sc.gov and is available from the corporate office of South Carolina Electric & Gas Company at 220 Operation Way, Cayce, South Carolina 29033.

Any person who wishes to provide written comments to the Commission and ORS concerning the revised rates and the information supporting them may do so anytime before **June 30, 2014**. Written comments should be sent to the Public Service Commission of South Carolina at the address below; the South Carolina Office of Regulatory Staff, 1401 Main Street, Suite 900, Columbia, South Carolina 29201; and K. Chad Burgess, Associate General Counsel, South Carolina Electric & Gas Company, 220 Operation Way, Mail Code C222, Cayce, South Carolina 29033. ***Please refer to Docket No. 2014-187-E.***

Any person who wishes to provide written comments related to the report of ORS may file their comments with the Commission within one month from the date of the filing of the ORS report. Written comments should be filed with the Public Service Commission of South Carolina at the address below. Comments must be also served on ORS and simultaneously mailed or electronically transmitted to SCE&G and all others who have previously filed comments. ***Please refer to Docket No. 2014-187-E.***

Within thirty days of the issuance of a revised rates order pursuant to Section 58-33-280(E), or within thirty days of the failure by the Commission to issue a revised rates order as required pursuant to Section 58-33-280(E), any aggrieved party may petition the Commission for review of the revised rates order or of the failure to issue a revised rates order in accordance with the terms of Section 58-33-285.

Persons seeking information about the Commission's Rules of Practice and Procedure should contact the Commission in Columbia at 803-896-5100.

Public Service Commission of South Carolina
Attn: Clerk's Office
Post Office Drawer 11649
Columbia, SC 29211

6-4-14

Direct correspondence to: Public Service Commission of South Carolina
Attention: Clerk's Office
Post Office Drawer 11649
Columbia, SC 29211

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